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FACSIMILE TRANSMITTAL

DATE: Septemb	er 14, 2005	RE: U.S. Patent Application No. 09/679,262			
то: Mail Stop	Issue Fce	FILED: October 4, 2000			
FAX: 571-273-2885 FROM: William Y. Conwell PAGES: 3 (including this page)		FOR: ELECTRONIC COMMERCE USING OPTICAL INPUT DEVICE ART UNIT: 3625 DOCKET NO.: 60304L			
				sue Fee payment transm	SIMILE COVER LETTER Littal letter with deposit account authorization to deposit account ing to Reasons for Allowance for the above referenced matter.
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PATENT

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In responding the Second Secon

Application No.: 09/679,262

Filed: October 4, 2000

For:

ELECTRONIC COMMERCE

USING OPTICAL INPUT

DEVICE

Examiner: M. Fadok

Date: September 14, 2005

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Art Unit 3625 Conf. No.: 7124

CERTIFICATE OF FAXING

I hereby certify that theses papers are being facsimile transmitted to the US Patent Office, 571-

273-2885 on September 14/2005.

William Y. Cenwell, Reg. No. 31,943

Attorney for Applicant

STATEMENT RESPONDING TO REASONS FOR ALLOWANCE

Mail Stop ISSUE FEE COMMISSIONER FOR PATENTS P.O. Box 1450 Alexandria, VA 22313-1450

Sir:

This statement is filed pursuant to 37 C.F.R. 1.104(e) ("Reasons for Allowance"), and is responsive to the Examiner's statement of reasons for the indication of allowable subject matter in the Notice of Allowability dated June 14, 2005.

Applicant respectfully submits that the allowability of the claims does not hinge on isolated elements thereof. Rather, the claims are believed patentable because, when viewed as a whole, they define combinations that are neither anticipated by, nor obvious over, the prior art.

Date: September 14, 2005

CUSTOMER NUMBER 23735

Phone: 503-469-4800 FAX 503-469-4777 Respectfully submitted,

DIGIMARC CORPORATION

By William V. Conwell

Registration No. 31,943